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Honorable Philip N. Asprodites Commissioner of Conservation State of Louisiana Post Office Box 94275 Baton Rouge, Louisiana 70804-9275

RE: HEARING APPLICATION

Alternate Unit Wells JAMES RB SUH and JAMES RB SUI Benson Field

<u>DeSoto Parish</u>, <u>Louisiana</u> Our File No. 340029,243

Dear Sir:

On behalf of MARATHON OIL COMPANY, application is hereby made for a public hearing to receive evidence concerning the issuance of an order pertaining to the following matters relating to the James Formation, Reservoir B, in the Benson Field, DeSoto Parish, Louisiana:

- 1. To permit the applicant to drill, designate and utilize the Marathon Oil Company Parker No. 1 Alt. Well as an alternate unit well for JAMES RB SUH, at the location shown on the attached plat, or at any legal location within such unit.
- 2. To permit the applicant to drill, designate and utilize the Marathon Oil Company Bilbray No. 1 Alt. Well as an alternate unit well for JAMES RB SUI, at the location shown on the attached plat, or at any legal location within such unit.
- To explicitly find that the proposed alternate unit wells are necessary to drain a portion of the James Formation, Reservoir B in the Benson Field, underlying JAMES RB SUH and JAMES RB SUI, respectively, which cannot be efficiently and economically drained by an existing well in such units.
- 4. To provide that the unit allowable for each of the abovesaid units, may be produced from either the unit wells, the alternate unit wells, or any combination thereof, at the operator's discretion.
- 5. To consider such other matters as may be pertinent.

Honorable Philip N. Asprodites January 25, 2002 Page 2

The James Formation, Reservoir B, in the Benson Field, DeSoto Parish, Louisiana was fully defined in Office of Conservation Order No. 496-D, effective April 1, 1980.

The Rules of Procedure of the Commissioner of Conservation pertaining to the Pre-Application Notice requirements are not applicable to the hearing requested herein, which requires legal notice of only ten (10) days.

Pertinent data concerning the intended application will be made available for inspection at the offices of Marathon Oil Company, 909 E. SE Loop 323, Suite 500, Tyler, Texas 75701. Any person wishing to inspect such data should call Mr. Rich Henderson (903) 509-5544 during normal business hours or write Mr. Henderson at the above address, in order to arrange a date and time for such inspection. A copy of any such pertinent data can be obtained at the expense of the requesting party.

A list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties (as defined in the Rules of Procedure) is attached hereto, and a copy of this notice, with the annexed plat, is being sent to each of such persons. A reasonable effort has been made to determine that the enclosed list includes all of the persons to whom this notice must be sent under the Rules of Procedure.

A check in the amount of \$700.00 made payable to the Commissioner of Conservation is enclosed herewith as the statutory fee for holding the requested hearing.

This application is being filed in duplicate, and a copy hereof is being sent to Mr. James C. Broussard, Shreveport District Manager of the Office of Conservation, and to each Interested Owner, Represented Party and Interested Party whose name is shown on the attached list.

Very truly yours,

BLANCHARD, WALKER, O'QUIN & ROBERTS

WTAIII/cmd Enclosures

cc:

Wm. Timothy Allen III
Attorneys for Marathon Oil Company

Mr. James C. Broussard, Shreveport District Manager, Office of Conservation (w/encl)

Interested Owners, Represented Parties and Interested Parties (w/copy of plat only)

